4874392/2021/AIRPORTS-INI01

GOVERNMENT OF AHNDHRA PRADESH
A B S T R A C T

I&I Department - Techno-Economic Feasibility Study (TEFS) report for Development of Green Field Airport at Dagadarthi, District-Nellore, Andhra Pradesh through Public Private Partnership (PPP) mode - Approved - Orders - Issued.

INFRASTRUCTURE & INVESTMENT (Airports) DEPARTMENT

G.O.Rt.No.50 Dated 17.08.2021.
Read the following:

1) G.O.Rt.No.148, E,I&I (Air Ports) Dept., dt.15.09.2017.
2) G.O.Ms.No.5, I&I(Airports) Dept., Dated 29.07.2020.
3) From the MD&CEO, APADCL, E-file No. ENE56-COOR0NINT/1/2020-TECH1, (Comp.No.1271357), Dated 26.04.2021.

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ORDER:

Government of Andhra Pradesh has proposed a hub-and-spoke model in which the new Bhogapuram International Airport will act as a hub while the smaller airports will enhance intra-state connectivity. The airport sites have been chosen for their industrial or trading potential. Nellore is strategically situated between Vijayawada and Chennai and just 26 kilometers away from the Krishnapatnam port. Simhadri has one of India's largest thermal power plants run by NTPC. Ongole is one of the major centers for tobacco trading in Andhra Pradesh.

2. Government has awarded the work for preparation of TEFS report to M/s RITES Ltd., in 2015-16. Concessionaire was selected vide G.O 1st read above, but the Concession Agreement was terminated due to non-achieving the financial closure by the selected bidder, vide G.O 2nd read above. In 2020, Infrastructure Corporation of AP (INCAP) re-engaged M/s RITES Ltd., to update the TEFS report on revised cargo potential (using the financial analysis prepared by M/s KPMG, financial consultant to INCAP).

3. In the reference 3rd read above, the Managing Director, AP Airports Development Corporation Limited (APADCL) has requested to accord in-principle approval on the updated draft Techno-Economic Feasibility Study (TEFS) report for Development of Green Field Airport at Dagadarthi, District-Nellore, Andhra Pradesh.

4. Government after careful examination hereby decided as follows:

a. To accord approval to the draft Techno-Economic Feasibility Study (TEFS) report for Development of Green Field Airport at Dagadarthi, District-Nellore, Andhra Pradesh through Public Private Partnership (PPP) mode.
b. To complete the process of land acquisition and utility shifting with the budgetary support of state government.
c. To initiate procurement of PPP Concessionaire through Transaction Advisor.

5. The Managing Director, APADCL shall take necessary action accordingly.

6. This order issues with the concurrence of Finance Department vide their U.O.No. FIN01-FMU0ASD(IIE)/48/2021-FMU-IIEIC, Dated 04.08.2021.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R.KARIKAL VALVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The MD, Andhra Pradesh Airports Development Corporation Limited, Vijayawada.
Copy to
The District Collector & Magistrate, SPSR Nellore District for favour of information.
The Finance (FMU-I&I, Energy and I&C) Dept.,
The GA (Cabinet) Dept.,
The P.S to Hon'ble Minister for I&I
The P.S. to C.S to Govt.,
The P.S. to Secretary to Hon'ble CM.
The P.S. to Spl. C.S to Govt., I&I Department.
(C.No.INI01-APAD/33/2021-Airports, Comp.No.1438157)

//Forwarded :: By Order//

SECTION OFFICER